

CORRECTED FISCAL NOTE
SB 1535 - HB 1284

April 6, 2006

SUMMARY OF BILL: Makes otherwise eligible students who are attending postsecondary institutions offering diplomas and certificates that are authorized to operate by THEC, eligible for Wilder-Naifeh technical skills grants.

ESTIMATED FISCAL IMPACT:

On March 21, 2005, we issued a fiscal note indicating an increase in lottery proceeds earmarked for scholarships and grants by an amount estimated to be approximately \$20,377,000 in FY05-06 and approximately \$21,347,000 in FY06-07. Based on additional information from TSAC, the estimated fiscal impact of this bill is:

(CORRECTED)

Increase State Expenditures - \$24,100

Other Fiscal Impact – Increases the expenditure of lottery proceeds earmarked for scholarships and grants by an amount estimated to be approximately \$15,235,000 in FY06-07 and approximately \$15,997,000 in FY07-08.

Assumptions:

- There were approximately 16,693 students enrolled in these proprietary institutions in FY02-03 (the last year for which totals were available) with 9,766 of this number being certificate/diploma students. After adjusting this number for growth, an estimated 11,719 students would be eligible for the grant in FY06-07 for a total award of \$15,234,700.
- In FY07-08 the number of eligible students is estimated to be 12,305 for a total award of \$15,996,500.
- The addition of one half-time position at TSAC to handle the additional workload as a result of the requirements of the bill. Such increase in state expenditures is estimated to be approximately \$24,100.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director